GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:1786
ANSWERED ON:10.03.2017
Cash Withdrawal Restriction
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Will the Minister of FINANCE be pleased to state:

(a) the details of total deposit of money made in various Public Sector Banks/Private Banks till date, bank-wise;

(b) whether the Government proposes to impose restriction on cash withdrawal from Savings and Current Bank accounts till date, if so, the details thereof and the reasons therefor; and

(c) the manner in which demonetised money deposited in the bank account is to be used for the development of disadvantaged, differently abled and vulnerable sections of the population?

Answer

The Minister of State in the Ministry of Finance

(a) to (c): The bank-wise details on outstanding total deposits reported by Public Sector Banks and Private Sector Banks as on March 31, 2016 and December 31, 2016 are given in the Annexure.

In the wake of withdrawal of Specified Bank Notes since November 09, 2016, Reserve Bank had capped withdrawal limits on ATMs and bank branches on saving and current accounts. It gradually raised limits from Rs 2,000 a day to Rs 4,500 a day to Rs 10,000 a day while maintaining the overall weekly ceiling of Rs 24,000 on saving account. However, from 1st February, RBI removed the limits on withdrawal from current account. The withdrawal limit was raised to Rs 50,000 from Rs 24,000 per week, effective February 20, 2017 on saving bank accounts.

Demonetised money is taken out of the system and those currencies are not having any legal tender status from 9th November, 2016 onwards.
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